FISCAL IMPACT STATEMENT ON BILL NO. \$884

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TO: The Honorable John E. Courson, Chairperson, Senate Education Committee

FROM: Office of State Budget, Budget and Control Board

ANALYSTS: Trey Kannaday

DATE: March 6, 2008 SBD: 2008131

AUTHOR: Senator Cleary PRIMARY CODE CITE: 4-10-810

SUBJECT: Maintenance of Effort Provision Eliminated

ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

BILL SUMMARY:

Senate Bill 884 would eliminate the Maintenance of Effort provision of the Education Improvement Act (EIA). Sections 4-10-810 and 59-21-1030 of the 1976 Code are repealed.

EXPLANATION OF IMPACT:

The State Department of Education (SDE) estimates this Bill will have no fiscal impact for the agency. Repealing the Maintenance of Effort provision will have no effect on state funds appropriated within the K-12 education system.

LOCAL GOVERNMENT IMPACT:

None.

SPECIAL NOTES:

None.

Approved by:
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Harry Bell

Assistant Director, Office of State Budget